

Use this schedule if your filing status is **Single**

If your income is: over—	But not over—	Your tax is:	of the amount over—
\$ 0	25,750	- 15%	\$ 0
25,750	62,450	3,862.50 + 28%	25,750
62,450	130,250	14,138.50 + 31%	62,450
130,250	283,150	35,156.50 + 36%	130,250
283,150	_____	90,200.50 + 39.6%	283,150

Use this schedule if your filing status is **Married filing jointly**

If your income is: over—	But not over—	Your tax is:	of the amount over—
\$ 0	43,050	- 15%	\$ 0
43,050	104,050	6,457.50 + 28%	43,050
104,050	158,550	23,537.50 + 31%	104,050
158,550	283,150	40,432.50 + 36%	158,550
283,150	_____	85,288.50 + 39.6%	283,150

Tax calculation example for Mr. & Mrs. Fixit

Mr. Fixit is Cartown's best auto mechanic. He owns a busy auto repair shop and has a popular television show. He earns \$285,000 a year. His wife doesn't work outside the home. Their filing status is married filing jointly.

1. Look at the bottom schedule because the Fixits are married filing jointly.
2. Under which income category do they fall? _____
3. What is the base (bottom) tax for this category? _____
4. What is the tax rate for any income above the lowest income amount in their category? _____
5. Calculate the total tax by adding the base (bottom) tax amount to the dollar amount of the percent of income over the lowest income.
6. What is the tax rate that the Fixits pay on all income? _____